BILL AS INTRODUCED AND PASSED BY SENATE AND HOUSE S.164 Page 1 of 10 2018

1	S.164
2	Introduced by Senator Ayer
3	Referred to Committee on Health and Welfare
4	Date: January 3, 2018
5	Subject: Health; prescription drugs; Board of Pharmacy; Unused Prescription
6	Drug Repository Program
7	Statement of purpose of bill as introduced: This bill proposes to establish the
8	Unused Prescription Drug Repository Program to accept unused prescription
9	drugs and supplies and donate them to Vermont residents who meet eligibility
10	standards.
11 12	An act relating to establishing the Unused Prescription Drug Repository Program
13	It is hereby enacted by the General Assembly of the State of Vermont:
14	Sec. 1. 18 VSA chapter 01 subchapter 4 is added to read
15	Subshapter 4. Unused Prescription Drug Repository Program
16	<u>§ 4651. DEFINITIONS</u>

- As used in this subchapter: (1) "Drug manufacturer" means anyone who is engaged in the 18
- manufacturing, preparing, propagating, compounding, processing, packaging, 19
- 20 repackaging, or labeling of a prescription drug.

17

BILL AS INTRODUCED AND PASSED BY SENATE AND HOUSE S.164 2018 Page 2 of 10

1	(2) "Health care facility" shall have the same meaning as in section
2	9402 of this title.
3	(1) "Health care professional" means an individual, partnership,
4	corporation, facility, or institution licensed, certified, or otherwise authorized
5	by Vermont law to provide professional health services.
6	(4) "Hospital" means an acute care hospital licensed under chapter 43 of
7	<u>this title.</u>
8	(5) "Prescription drug" means any human drug required by federal law
9	or regulation to be dispensed only by a prescription, including finished dosage
10	forms and active ingredients subject to Section 503(b) of the Federal Food,
11	Drug, and Cosmetic Act.
12	(6) "Supplies" means the supplies necessary to administer the
13	prescription drugs donated.
14	(7) "Wholesale drug distributor" means any person who is engaged in
15	wholesale distribution of prescription drugs, as defined in 26 V.S.A. § 2022,
16	but does not include any for-hire carrier or person hired soluty to transport
17	prescription drugs.
18	<u>§ 4652. UNUSED PRESCRIPTION DRUG REPOSITORY PROCRAM</u>
19	(a) Creation. The Board of Pharmacy created pursuant to 26 V.S.A.
20	chapter 36 shall establish the Unused Prescription Drug Repository Program to
21	accept and dispense donated prescription drugs and supplies to vermont

BILL AS INTRODUCED AND PASSED BY SENATE AND HOUSE S.164 2018 Page 3 of 10

1	residents who meet the eligibility standards adopted by the Board by rule in
2	accordance with section 4653 of this title.
3	(b) Donations. Any person may donate prescription drugs and supplies for
4	use by persons who meet the eligibility standards adopted by the Board of
5	Pharmacy by rule. Donations of prescription drugs and supplies may be made
6	on the premises of a pharmacy, hospital, or other health care facility that elects
7	to participate in the Program and meets the requirements established by the
8	Board.
9	(c) Program requirements.
10	(1) The Program shall accept and dispense a prescription drug or
11	supplies only if the following conditions are met:
12	(A) The prescription drug is in its original sealed and tamper-evident
13	packaging, except that the Program may accept and dispense a prescription
14	drug packaged in a single-unit dose with the outside packaging opened if the
15	single-unit dose packaging remains intact.
16	(B) The prescription drug bears an expiration date that is more than
17	six months after the date of donation, except that a donated prescription drug
18	with a date that is six months or less after the date of donation may be
19	accepted and distributed if the drug is in high demand and can be dispensed for
20	use prior to the drug's expiration date.
21	(C) The prescription drug or supplies are inspected before they are

BILL AS INTRODUCED AND PASSED BY SENATE AND HOUSE S.164 2018 Page 4 of 10

1	dispensed by a licensed pharmacist employed by or under contract with the
2	hearth care facility, hospital, or pharmacy, and the licensed pharmacist
3	determines that the prescription drug or supplies are not adulterated or
4	misbranded
5	(D) The prescription drug or supplies are prescribed by a health care
6	professional acting within his or her scope of practice for use by an eligible
7	individual and are dispensed by a licensed pharmacist or are dispensed to an
8	eligible individual by the prescribing health care professional or by the health
9	care professional's authorized agent.
10	(2) A prescription drug or supplies donated pursuant to this chapter shall
11	not be resold.
12	(3)(A) If a person who donates prescription drugs under this chapter to a
13	pharmacy, hospital, or other health care facility receives a notice from a
14	pharmacy that a prescription drug has been recalled, the person shall inform
15	the pharmacy, hospital, or other health care facility of the recall.
16	(B) If a pharmacy, hospital, or other health care facility receives a
17	recall notification from a person who donated prescription drugt pursuant to
18	this chapter, the pharmacy, hospital, or other health care facility shall perform
19	a uniform destruction of all of the recalled prescription drugs in the pharmacy,
20	hospital, or facility, regardless of the source of the recalled drugs.
21	(4) A prescription drug dispensed through the Onused Prescription Drug

BILL AS INTRODUCED AND PASSED BY SENATE AND HOUSE S.164 2018 Page 5 of 10

1	Repository Program shall not be eligible for Medicaid reimbursement
2	§ 453. BOARD OF PHARMACY; RULEMAKING
3	The Board of Pharmacy, in consultation with the Department of Health and
4	the Board of Medical Practice, shall adopt rules establishing all of the
5	following:
6	(1) Requirements for pharmacies, hospitals, and other health care
7	facilities to accept and dispense donated prescription drugs and supplies,
8	including the following:
9	(A) eligibility criteria for participation by pharmacies, hospitals, and
10	other health care facilities;
11	(B) standards and procedures for accepting, safely storing, and
12	dispensing donated prescription drugs and supplies;
13	(C) standards and procedures for inspecting donated prescription
14	drugs to determine if the prescription drugs are in their original sealed and
15	tamper-evident packaging, or if the prescription drugs are in single-unit doses
16	or blister packs and the outside packaging is opened, if the single-unit dose
17	packaging or blister pack remains intact; and
18	(D) standards and procedures for inspecting donated prescription
19	drugs and supplies to determine that the prescription drugs and supplies are not
20	adulterated or misbranded.
21	(2) Eligibility criteria for individuals to receive donated prescription

BILL AS INTRODUCED AND PASSED BY SENATE AND HOUSE S.164 2018 Page 6 of 10

1	drugs and supplies dispensed by pharmacies, hospitals, and other health care
2	facilities under the Program. The standards shall prioritize dispensing to
3	individuals with income at or below 400 percent of the federal poverty level,
4	but may permit dispensing to other individuals if an individual with income at
5	or below 400 percent of the federal poverty level is unavailable.
6	(3) A means by which an individual who is eligible to receive donated
7	prescription drugs may indicate such eligibility.
8	(4) Necessary forms for administration of the Unused Prescription Drug
9	Repository Program, including forms for use by individuals who donate,
10	accept, distribute, or dispense prescription drugs or supplies under the
11	Program.
12	(5) The maximum handling fee that a pharmacy, hospital, or other
13	health care facility may charge for accepting, distributing, or dispensing
14	donated prescription drugs and supplies under the Program.
15	(6) A list of prescription drugs and supplies that the Unused Prescription
16	Drug Repository Program will accept.
17	(7) An outreach and education plan to inform the public of the
18	availability of the Program, including information regarding:
19	(A) who may be eligible to receive donated prescription drugs and
20	supplies pursuant to this subchapter;
21	(D) how to demonstrate eligibility, and

BILL AS INTRODUCED AND PASSED BY SENATE AND HOUSE S.164 2018 Page 7 of 10

1	(C) which prescription drugs and supplies may be donated and how
2	to conate them.
3	<u>§ 4654. LIMITATION OF LIABILITY</u>
4	(a) The following persons shall not, in the absence of bad faith, be subject
5	to civil or criminal liability or professional disciplinary action for injury, death,
6	or loss to person or property resulting from the use of prescription drugs or
7	supplies accepted or dispensed under the Unused Prescription Drug Repository
8	Program established pursuant to this chapter:
9	(1) a physician licensed jursuant to 26 V.S.A. chapter 23;
10	(2) an osteopathic physician ticensed pursuant to 26 V.S.A. chapter 33;
11	(3) a podiatric physician licensed pursuant to 26 V.S.A. chapter 7;
12	(4) a registered nurse, licensed practical nurse, or advanced practice
13	registered nurse licensed pursuant to 26 V.S.A. chapter 28;
14	(5) a physician assistant licensed pursuant to 26 V.S.A. chapter 31;
15	(6) a dentist licensed pursuant to 26 V.S.A. chapter 12;
16	(7) an optometrist licensed pursuant to 26 V.S.A. chapter 30;
17	(8) a pharmacist licensed pursuant to 26 V.S.A. chapter 36;
18	(9) a member of the Vermont Board of Pharmacy;
19	(10) a wholesale drug distributor;
20	(11) a hospital or other health care facility; and
21	(12) any other State governmental officer, agency, or department.

BILL AS INTRODUCED AND PASSED BY SENATE AND HOUSE S.164 2018 Page 8 of 10

1	(b) A drug manufacturer or supply manufacturer shall not, in the absence
2	of ead faith, be subject to civil or criminal liability for injury, death, or loss to
3	person or property for matters related to the donation, acceptance, or
4	dispensing of a prescription drug or supply manufactured by that drug
5	manufacturer of supply manufacturer that is donated under the Program,
6	including liability for failure to transfer or communicate product or consumer
7	information or liability related to the expiration date of the donated
8	prescription drug or supply.
9	<u>§ 4655. FORMS</u>
10	The Board of Pharmacy, in consultation with the Board of Health and with
11	the Departments of Vermont Health Access, of Health, and of Disabilities,
12	Aging, and Independent Living, shall create forms necessary to implement the
13	provisions of this chapter. The forms shall include:
14	(1) a form that an individual receiving a prescription drug or supply
15	from the Program shall sign before receiving the drug or supply to confirm
16	that the individual understands the limitations on liability under the Program;
17	(2) a form that each donor shall sign stating that the donor is the owner
18	of the prescription drugs or supplies and intends to donate them voluntarily to
19	the Program; and
20	(3) a form, such as an identification card, that an individual who is
21	eligible to receive donated drugs or supplies may use to demonstrate eligibility.

BILL AS INTRODUCED AND PASSED BY SENATE AND HOUSES.1642018Page 9 of 10

1 Sec 2 EFFECTIVE DATE

- 2 This act shall take effect on July 1, 2019, except that the Board of
- 3 Pharmacy may adopt rules prior to that date to ensure that the Program is

4 operational on July 1, 2019.

Sec. 1. UNUSED PRESCRIPTION DRUG REPOSITORY PROGRAM; FEASIBILITY ANALYSIS; REPORT

(a) The Agency of Human Services, in consultation with the Board of Pharmacy and the Board of Medical Practice and after making reasonable efforts to consult with representatives from Vermont pharmacies, hospitals, long-term care facilities, and other health care facilities, shall evaluate the feasibility of implementing an unused prescription drug repository program to accept and dispense donated prescription drugs and supplies to Vermont residents who meet specified eligibility standards. In determining the feasibility of an unused prescription drug repository program in Vermont, the Agency of Human Services shall consider:

(1) the potential benefits of the program to Vermont consumers, the health care system, the environment, and the State;

(2) the costs of implementing and administering the program, including through a contractual arrangement with a third party;

(3) one or more funding sources to support the program;

(4) the criteria under which pharmacies, hospitals, long-term care facilities, and other health care facilities would accept and dispense donated prescription drugs and supplies under the program, including:

(A) eligibility criteria for participation by pharmacies, hospitals, long-term care facilities, and other health care facilities;

(B) standards and procedures for accepting, safely storing, and dispensing donated prescription drugs and supplies; and

(C) standards and procedures for inspecting donated prescription drugs and supplies to determine if the prescription drugs are in their original sealed and tamper-evident packaging and to ensure that the prescription drugs and supplies are not adulterated, misbranded, or otherwise unsafe for dispensing;

(5) eligibility criteria for individuals to receive donated prescription drugs and supplies dispensed by pharmacies, hospitals, long-term care

BILL AS INTRODUCED AND PASSED BY SENATE AND HOUSE S.164 2018 Page 10 of 10

facilities, and other health care facilities under the program;

(6) the fees that a pharmacy, hospital, long-term care facility, or other health care facility would be permitted to charge for accepting, distributing, or dispensing donated prescription drugs and supplies under the program;

(7) the types of prescription drugs and supplies that the program would accept; and

(8) an outreach and education plan to inform the public of the availability of the program, including information regarding:

(A) who may be eligible to receive donated prescription drugs and supplies under the program;

(B) how to demonstrate eligibility; and

(C) whether individuals may donate prescription drugs and supplies and, if so, how to donate them.

(b) On or before December 1, 2018, the Agency of Human Services shall provide to the House Committee on Health Cure House Committees on Health Care and on Human Services and the Senate Committee on Health and Welfare its analysis and recommendations regarding the implementation of an unused prescription drug repository program in Vermont.

Sec. 2. EFFECTIVE DATE

This act shall take effect on passage.